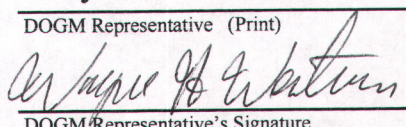
 Citation for Non-Compliance Utah Minerals Regulatory Program 1594 West North Temple, Salt Lake City, UT 84114 Phone: (801) 538-5340 Fax: (801) 359-3940	Citation #: MC-2014-42-02	
	Permit Number: S/023/0065	
	Date Issued: 03/11/2014	
<input type="checkbox"/> NOTICE OF VIOLATION	<input checked="" type="checkbox"/> CESSATION ORDER (CO)	<input type="checkbox"/> FAILURE TO ABATE CO
Permittee Name: Nephi Sandstone Corporation		Inspector ID and Number: 42
Mine Name: Soma Quarry		Date of Inspection: March 11, 2014
Certified Return Receipt Number: 7011 2970 0001 8828 1276		Date and Time of Service: 3-13-14 12:00pm
Nature of condition, practice, or violation: Failure to reclaim the mine after being inactive for 10 years. No production reported since 2002. Failure to pay annual permit fees.		
Provisions of Act, regulations, or permit violated: R647-3-113.5 failure to reclaim the site after more than 10 years of inactivity. R647-3-5.12 failure to pay permit fees.		
For Cessation Orders and Failure to Abate CO's, check appropriate box(es) below:		
<input type="checkbox"/> This order requires Cessation of ALL mining activities. Or <input checked="" type="checkbox"/> This order requires Cessation of PORTION(S) of the mining activities.		
Mining activities to be ceased immediately: The Operator will cease all mining activities except for those needed for reclamation.		
<input type="checkbox"/> Condition, practice, or violation is creating an imminent danger to health or safety of the public.	<input type="checkbox"/> Permittee/Operator is/has been conducting mining activities without a Permit.	
<input checked="" type="checkbox"/> Condition, practice, or violation is causing or can reasonably be expected to cause significant, imminent environmental harm to land, air, or water resources.	<input type="checkbox"/> Permittee has failed to abate Violation included in Citation # _____ within time for abatement originally fixed or subsequently extended.	
Abatement/corrective action(s) required (for all Citations):		Abatement Times (if applicable)
The Operator will reclaim the site by April 15, 2014. The Operator will pay all permit fees by April 15, 2014.		April 15, 2014 the site will be reclaimed. April 15, 2014, the Operator will pay all past due permit fees.
Permittee Representative (Print) _____ Permittee Representative's Signature _____ Date _____		Wayne H. Western DOGM Representative (Print) _____  DOGM Representative's Signature _____ Date 03/11/2014

SEE REVERSE SIDE Of This Form For Instructions And Additional Information

IMPORTANT – READ CAREFULLY

Pursuant to the Utah Mined Land Reclamation Act, Utah Code Ann. § 40-8-1 et. seq. (Act), the undersigned authorized representative of the Division of Oil, Gas, and Mining (DOGM) has conducted an inspection and found that a Citation in the form of a Notice of Violation or Cessation Order must be issued.

This Citation shall remain in effect until it is modified, terminated or vacated by written notice of an authorized representative of DOGM.

1. PENALTIES.

Assessment. For each violation included in this Citation, a penalty of up to \$5,000 may be assessed for each separate day the violation continues.

Proposed assessment. DOGM assesses fines based upon a proposed recommendation by an assessment officer. If there is additional information you wish DOGM to consider regarding the citation and proposed fine, please submit that to DOGM within **15 days of the date this citation is served on you or your agent.** Such information will be used by the assessment officer in determining facts surrounding the violation(s) and amount of penalty. Once DOGM has determined the proper penalty, it will serve the proposed assessment on you or your agent, within 30 days of the issuance of this citation. See Utah Admin. Code R647-7-105 et. seq.

The penalty will become final unless you or your agent file, within 30 days of receipt of the proposed assessment, a written request for an informal conference before an assigned conference officer.

If you fail to abate any violation within the time set for abatement or for meeting any interim step, you will be issued a Failure to Abate Cessation Order requiring cessation of mining operations on the portion of the operations relevant to the violation, and you will be assessed an additional minimum penalty of \$750 for each day of continuing violation beyond the time set for abatement.

2. STOP WORK CONFERENCE.

On the reverse side of this page, an authorized representative has made a finding as to whether or not this citation requires cessation of mining. If this citation requires cessation of mining, expressly or in practical effect, you may request that a stop work conference be held at or near the mine site. If you wish such a conference to be held, send your request to:

**Administrative Secretary
Associate Director of Mining
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801**

See Utah Admin. Code R647-6-102.4 et seq. Once a stop work conference is scheduled, you will be notified of the date, time, and location of the conference. You must request the stop work conference within 30 day after service of this cessation order. The conference will be held within 5 days of your request.

3. FORMAL REVIEW AND TEMPORARY RELIEF.

You may appeal this citation to the Board of Oil, Gas, and Mining by submitting: a) a petition for hearing to the Board within 30 days of receipt of this notice, order or proposed assessment; and b) an amount equal to the proposed, reassessed or affirmed penalty to the Division. See Utah Admin. Code R647-7-107 et. Seq. Please submit the application for hearing to:

**Secretary
Board of Oil, Gas, and Mining
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801**

If applying for a formal board hearing, you may submit with your petition for review a request for “*temporary relief*” from this citation. Procedures for obtaining a formal board hearing are contained in the Board’s Rules of Practice and Procedure and in Utah Admin. Code R647-5 et. seq.

4. INDIVIDUAL CIVIL PENALTIES.

An additional Individual Civil Penalty of up to \$5,000 per day may be assessed against a corporate director, officer or agent who knowingly and willfully authorizes, ordered or carried out a violation or who fails or refuses to comply with an order. For further information, consult Utah Code Ann. § 40-8-9 through 40-8-9.1 and Utah Admin. Code R647-6 through R647-8 et. seq., or contact the Division of Oil, Gas, and Mining at (801) 538-5340.



Citation for Non-Compliance Utah Minerals Regulatory Program

1594 West North Temple, Salt Lake City, UT 84114

Phone: (801) 538-5340 Fax: (801) 359-3940

Citation #: MC-2014-42 2

Permit Number: S/023/10065

Date Issued: March 12, 2014



NOTICE OF VIOLATION



CESSATION ORDER (CO)



FAILURE TO ABATE CO

Permittee Name: Nephi Sandstone Corporation

Inspector Number and ID: 412

Mine Name: Soma Quarry

Date and Time of Inspection: March 12, 2014

Certified Return Receipt Number:

Date and Time of Service: 3/11/2014 11 AM

Nature of condition, practice, or violation:

Failure to reclaim the mine after being inactive for many years

Failure to pay annual permit fees

Provisions of Act, regulations, or permit violated:



This order requires Cessation of ALL mining activities. (Check box if appropriate.)



Condition, practice, or violation is creating an imminent danger to health or safety of the public.



Permittee/Operator is/has been conducting mining activities without a Permit.



Condition, practice, or violation is causing or can reasonably be expected to cause significant, imminent environmental harm to land, air, or water resources.

Permittee has failed to abate Violation(s) included in ☐ Notice of Violation or ☐ Cessation Order within time for abatement originally fixed or subsequently extended.

This order requires Cessation of PORTION(S) of mining activities.

Mining activities to be ceased immediately: ☒ Yes ☐ No

Abatement Times (if applicable).

All mining except for reclamation work

Action(s) required: ☐ Yes ☐ No

The Operator will reclaim the site by April 15, 2014

The Operator will pay all permit fees by April 15, 2014

(Print) Permittee Representative

(Print) DOGM Representative

Permittee Representative's Signature - Date

DOGM Representative's Signature - Date

SEE REVERSE SIDE Of This Form For Instructions And Additional Information